

# *City of Las Vegas*

## **RECOMMENDING COMMITTEE AGENDA**

**RECOMMENDING COMMITTEE MEETING OF: FEBRUARY 14, 2006**

**- CALL TO ORDER**

**MINUTES:**

PRESENT: COUNCILMEMBERS WOLFSON and WEEKLY (for Councilwoman Tarkanian)

Also Present: DEPUTY CITY MANAGER STEVE HOUCHENS, CHIEF DEPUTY CITY ATTORNEY VAL STEED, and DEPUTY CITY CLERK GABRIELA PORTILLO-BRENNER

**- ANNOUNCEMENT RE: COMPLIANCE WITH OPEN MEETING LAW**

**MINUTES:**

ANNOUNCEMENT MADE - meeting noticed and posted at the following locations:

City Clerk's Bulletin Board, City Hall Plaza, 2nd Floor Skybridge

Bulletin Board, City Hall Plaza (next door to Metro Records)

Las Vegas Library, 833 Las Vegas Boulevard North

Clark County Government Center, 500 S. Grand Central Parkway

Grant Sawyer Building, 555 E. Washington Avenue

(4:08 - 4:09)

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## **AGENDA SUMMARY PAGE**

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### **RECOMMENDING COMMITTEE MEETING OF: FEBRUARY 14, 2006**

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**DEPARTMENT: CITY ATTORNEY**

**DIRECTOR: BRADFORD R. JERBIC**

CONSENT     DISCUSSION

**SUBJECT:**

NEW BILL:

Bill No. 2006-6 - Authorizing the issuance of City of Las Vegas General Obligation (Limited Tax) Sewer Refunding Bonds, (Additionally Secured by Pledged Revenues) Series 2006A. Proposed by: Mark R. Vincent, Director of Finance and Business Services

**Fiscal Impact:**

<input checked="" type="checkbox"/>	No Impact	Amount:
<input type="checkbox"/>	Budget Funds Available	Dept./Division:
<input type="checkbox"/>	Augmentation Required	Funding Source:

**PURPOSE/BACKGROUND:**

NRS 350.684 provides that the City may issue refunding bonds to refund, pay and discharge all or any part of the outstanding bonds of any one or more issues for the purpose of reducing interest costs or effecting other economies. Projections indicate that these refunding issues will net 3.9% savings in borrowing costs.

**RECOMMENDATION:**

Staff recommends approval.

**BACKUP DOCUMENTATION:**

Bill No. 2006-6

**MOTION:**

**COUNCILMAN WOLFSON recommended Bill 2006-6 be forwarded to the Full Council with a "DO PASS" recommendation. COUNCILMAN WEEKLY concurred.**

**MINUTES:**

COUNCILMAN WEEKLY declared the Public Hearing open.

MARK VINCENT, Director, Finance and Business Services, indicated that this bill would allow staff to refinance some existing Sanitation Enterprise Fund debt. Over the course, the City could save as much as \$1.7 million in interest. By policy, staff does not refinance debt unless the net present value savings, which is the difference between the old and new debt, generates at least three percent. Since the savings is not quite at the desired rate, staff will be watching the market to issue the refunding bonds when it is advantageous to the City.

COUNCILMAN WEEKLY commented that he and MR. VINCENT had a discussion earlier that day about the way the City currently deals with bonds. He asked MR. VINCENT how that would impact this bill. MR. VINCENT answered that these general obligation bonds are additionally secured by sewer tax revenues, and the Sewer Enterprise Fund pays for all its own debt. Revenue debt requires additional coverage, making the rates slightly higher. By issuing this debt as general obligation debt, with additional security from pledged revenues from the Sanitation Fund, the City receives a cheaper interest rate without having to provide extra coverage.

# *City of Las Vegas*

Agenda Item No. 1

## **RECOMMENDING COMMITTEE MEETING OF: FEBRUARY 14, 2006**

### **MINUTES - Continued:**

DEPUTY CITY MANAGER HOUCHENS added that up until about six years ago, the City would routinely issue sanitation debt, as a means to more easily finance the capital for sanitation enterprises. More recently, the City has been using bonds for other capital items, such as parks and fire stations.

COUNCILMAN WEEKLY declared the Public Hearing closed.

(4:09 - 4:12)

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### **RECOMMENDING COMMITTEE MEETING OF: FEBRUARY 14, 2006**

CITIZENS PARTICIPATION: PUBLIC COMMENT DURING THIS PORTION OF THE AGENDA MUST BE LIMITED TO MATTERS WITHIN THE JURISDICTION OF THE COMMITTEE. NO SUBJECT MAY BE ACTED UPON BY THE COMMITTEE UNLESS THAT SUBJECT IS ON THE AGENDA AND IS SCHEDULED FOR ACTION. IF YOU WISH TO BE HEARD, COME TO THE PODIUM AND GIVE YOUR NAME FOR THE RECORD. THE AMOUNT OF DISCUSSION ON ANY SINGLE SUBJECT, AS WELL AS THE AMOUNT OF TIME ANY SINGLE SPEAKER IS ALLOWED, MAY BE LIMITED

#### **MINUTES:**

None.

(4:12)

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THE MEETING ADJOURNED AT 4:12 P.M.

Respectfully submitted:

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Gabriela Portillo-Brenner, Deputy City Clerk  
February 17, 2006